

**ROCHELLE CITY COUNCIL
AGENDA ITEM MEMO
REGULAR MEETING**

SUBJECT: Ordinance Abating the Taxes Levied for 2023 to Pay the Principal of and Interest on \$4,795,000 General Obligation Bonds (Electric System Alternate Revenue Source), Series 2023 of the City of Rochelle

Staff Contact: Chris Cardott, Finance Director

Summary: In 2023, the Mayor and Council approved an ordinance providing for the issuance of bonds to finance electric infrastructure improvements. The City subsequently issued General Obligation Bonds (Electric Alternate Revenue Source), Series 2023 in the amount of \$4,795,000. The annual debt service related to these bonds is being paid through the Electric Fund instead of property taxes when sufficient funds are available. To abate the property taxes, the proposed ordinance must be approved annually and forwarded to Lee County and Ogle County.

Funding Sources:

| Source: | Budgeted Amount: | Proposed Expenditure: |
|---------|------------------|-----------------------|
| | | |

Strategic Plan Goal Application: Maintain Fiscal Stability & Balanced Budget – Short Term Routine

Recommendation: Approve an Ordinance Abating the Taxes Levied for 2023 to Pay the Principal of and Interest on \$4,795,000 General Obligation Bonds (Electric Alternate Revenue Source), Series 2023 of the City of Rochelle